House File 2050 - Introduced

HOUSE FILE 2050 BY SALMON

A BILL FOR

- 1 An Act relating to the rate of and authority to impose school
- 2 district regular and voter-approved physical plant and
- 3 equipment levies for certain school budget years.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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- 1 Section 1. Section 298.2, subsection 1, paragraph a, Code 2 2020, is amended to read as follows:
- 3 a. A physical plant and equipment levy of not exceeding one
- 4 dollar and sixty-seven cents per thousand dollars of assessed
- 5 valuation in the district is established except as otherwise
- 6 provided in this subsection.
- 7 (1) The For school budget years beginning before July 1,
- 8 2021, and for school budget years beginning on or after the
- 9 date specified in section 423.2, subsection 12, the physical
- 10 plant and equipment levy consists of the regular physical
- 11 plant and equipment levy of not exceeding thirty-three cents
- 12 per thousand dollars of assessed valuation in the district
- 13 and a voter-approved physical plant and equipment levy of
- 14 not exceeding one dollar and thirty-four cents per thousand
- 15 dollars of assessed valuation in the district. However, the
- 16 voter-approved physical plant and equipment levy may consist
- 17 of a combination of a physical plant and equipment property
- 18 tax levy and a physical plant and equipment income surtax as
- 19 provided in subsection 4 with the maximum amount levied and
- 20 imposed limited to an amount that could be raised by a one
- 21 dollar and thirty-four cent property tax levy.
- 22 (2) For school budget years beginning on or after July
- 23 1, 2021, but before the date specified in section 423.2,
- 24 subsection 12, the physical plant and equipment levy shall only
- 25 consist of the voter-approved physical plant and equipment levy
- 26 of not exceeding one dollar and sixty-seven cents per thousand
- 27 dollars of assessed valuation in the district. However, the
- 28 voter-approved physical plant and equipment levy may consist
- 29 of a combination of a physical plant and equipment property
- 30 tax levy and a physical plant and equipment income surtax as
- 31 provided in subsection 4 with the maximum amount levied and
- 32 imposed limited to an amount that could be raised by a one
- 33 dollar and sixty-seven cent property tax levy.
- 34 Sec. 2. Section 298.2, subsection 2, Code 2020, is amended

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35 by striking the subsection.

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- 1 Sec. 3. Section 298.2, subsection 3, Code 2020, is amended 2 to read as follows:
- 3. The Subject to the school budget year limitations of
- 4 subsection 1, paragraph "a", the board of directors of a school
- 5 district may certify for levy by April 15 of a school year a tax
- 6 on all taxable property in the school district for the regular
- 7 physical plant and equipment levy.
- 8 Sec. 4. Section 298.2, Code 2020, is amended by adding the
- 9 following new subsection:
- 10 NEW SUBSECTION. 6. For a voter-approved physical plant
- 11 and equipment levy approved at election before July 1, 2020,
- 12 and imposed for a school budget year beginning on or after
- 13 July 1, 2021, but before the date specified in section 423.2,
- 14 subsection 12, the rate of such levy shall not exceed one
- 15 dollar and thirty-four cents per thousand dollars of assessed
- 16 valuation in the district unless the voters approve the rate
- 17 authorized under subsection 1, paragraph "a", subparagraph (2),
- 18 in the manner provided under subsection 4 at an election held
- 19 on or after July 1, 2020.
- 20 EXPLANATION
- 21 The inclusion of this explanation does not constitute agreement with 22 the explanation's substance by the members of the general assembly.
- 23 Code section 298.2 authorizes a school district physical
- 24 plant and equipment levy of not exceeding \$1.67 per \$1,000
- 25 of assessed valuation in the school district. Such levy is
- 26 allowed to consist of the regular physical plant and equipment
- 27 levy of not exceeding 33 cents per \$1,000 of assessed valuation
- 28 and a voter-approved physical plant and equipment levy of not
- 29 exceeding \$1.34 per \$1,000 of assessed valuation. However, the
- 30 voter-approved physical plant and equipment levy may consist of
- 31 a combination of a physical plant and equipment property tax
- 32 levy and a physical plant and equipment income surtax.
- This bill prohibits the regular physical plant and equipment
- 34 levy for school budget years beginning on or after July 1,
- 35 2021, but before the date under current law on which the state

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- 1 sales tax rate is reduced to 5 percent (January 1, 2051,
- 2 under current law), and specifies that the physical plant
- 3 and equipment levy shall only consist of the voter-approved
- 4 physical plant and equipment levy of not exceeding \$1.67 per
- 5 \$1,000 of assessed valuation.
- 6 Under the bill, for a voter-approved physical plant and
- 7 equipment levy approved at election before July 1, 2020, and
- 8 imposed for a school budget year beginning on or after July 1,
- 9 2021, but before the date under current law on which the state
- 10 sales tax rate is reduced to 5 percent, the rate of such levy
- 11 shall not exceed \$1.34 per \$1,000 of assessed valuation unless
- 12 the voters approve the \$1.67 rate authorized in the bill at an
- 13 election held on or after July 1, 2020.